

Hurricane Florence Tax Relief Act (H.R.6854)

Rep. George Holding

Penalty-Free Access to Retirement Funds

- Provides an exception to the 10 percent early retirement plan withdrawal penalty for qualified hurricane relief distributions.
- Allows for the re-contribution of retirement plan withdrawals for home purchases cancelled due to eligible disasters.
- Provides flexibility for loans from retirement plans for qualified hurricane relief.

Deduction for Personal Casualty Losses

- With respect to uncompensated losses arising in the disaster area, eliminates the current law requirements that personal casualty losses must exceed 10 percent of Adjusted Gross Income to qualify for deduction.
- Eliminates the current law requirement that taxpayers must itemize deductions to access this tax relief.

Encouraging Charitable Giving

- Temporarily suspends limitations on the deduction for charitable contributions associated with qualified hurricane relief made before December 31, 2018.

Disaster-Related Employment Relief

- Provides a tax credit for 40 percent of wages (up to \$6,000 per employee) paid by a disaster-affected employer to an employee from a core disaster area.

Special Rule for Determining 2018 Earned Income Tax Credit and Child Tax Credit

- For 2018, allows taxpayers to refer to earned income from the immediately preceding year for purposes of determining the Earned Income Tax Credit and Child Tax Credit.

The *Hurricane Florence Tax Relief Act* (H.R.6854) is co-sponsored by:

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|-------------------------|---------------------------|---------------------|
| • Rep. Hudson (NC-8) | • Rep. Rouzer (NC-7) | • Rep. Budd (NC-13) |
| • Rep. Walker (NC-6) | • Rep. Rice (SC-7) | • Rep. Foxx (NC-5) |
| • Rep. Price (NC-4) | • Rep. Meadows (NC-11) | • Rep. Jones (NC-3) |
| • Rep. Pittenger (NC-9) | • Rep. Butterfield (NC-1) | |